Verizon New England Inc. d/b/a Verizon New Hampshire

State of New Hampshire

Docket No. DM 05-172

Respondent: John Puopolo

Title: Director - Construction

REQUEST: New Hampshire Utilities Commission Staff, Set 3 Follow-Up Topic 2

DATED: May 30, 2006

Follow-Up

ITEM: Staff 3-6D VZ - At the place rate (in crew hours) for 2006 YTD, 2,797 poles would

have been set in 2004 (instead of 3,609) and 2,611 poles would have been set in 2005 (instead of 2,726) for the time spent on this activity. Please show (not explain) how the place rate has increased so

dramatically (29%) for only the "pole set activity" since 2004.

REPLY: Verizon NH has made a correction to the calculation of the set rate provided in its response to Staff 3-6C Follow-Up. Below is the detail

showing the sub-categories which were used in the development of that set rate. Please note that Verizon NH's set rate performance is not

materially different from 2005 to 2006.

Further, there are reasons that contribute to changes in average annual set rate: the type of jobs, terrain and condition of the work area all impact the speed with which poles can be placed.

| | | Total | # of | Place |
|-------|----------------------|--------|-------|-------|
| | Poles Place: | Hours | Poles | Rate |
| 2006 | w/ vehicle access | 4548 | 763 | 5.96 |
| (YTD) | w/out vehicle access | 15 | 2 | 7.50 |
| | Total | 4,563 | 765 | 5.96 |
| 2005 | w/ vehicle access | 15,715 | 2680 | 5.86 |
| | w/out vehicle access | 80 | 19 | 4.21 |
| | Total | 15,795 | 2,699 | 5.85 |
| 2004 | w/ vehicle access | 17,062 | 3,594 | 4.74 |
| | w/out vehicle access | 101 | 15 | 6.73 |
| | Total | 17,163 | 3,609 | 4.76 |